must strengthen the ties of trust and good will between ourselves and the peoples of the Middle East. And trust and good will come more easily when men and women clear their minds and their hearts of suspicion and prejudice and unreasoned fear. When some in my country speak in an ill-informed and insulting manner about the Muslim faith, their words are heard abroad and do great harm to our cause in the Middle East. When some in the Muslim world incite hatred and murder with conspiracy theories and propaganda, their words are also heard by a generation of young Muslims who need truth and hope, not lies and anger. All such talk, in America or in the Middle East, is dangerous and reckless and unworthy of any religious tradition. Whatever our culture differences may be, there should be respect and peace in the House of Abraham.

The Turkish writer Orhan Pamuk has said that the finest view of Istanbul is not from the shores of Europe or from the shores of Asia but from a bridge that unites them and lets you see both. His work has been a bridge between cultures, and so is the Republic of Turkey. The people of this land understand, as that great writer has observed, that "What is important is not a clash of parties, civilizations, cultures, East and West." What is important, he says, is to realize "that other people in other continents and civilizations" are "exactly like you."

Ladies and gentlemen, in their need for hope, in their desire for peace, in their right to freedom, the peoples of the Middle East are exactly like you and like me. Their birthright of freedom has denied—been denied for too long. We will do all in our power to help them find the blessings of liberty.

Thank you for your hospitality. May God bless Turkey. May God continue to bless the United States.

NOTE: The President spoke at 2:13 p.m. In his remarks, he referred to Prime Minister Recep Tayyip Erdogan and President Ahmet Necdet Sezer of Turkey; and former President Saddam Hussein of Iraq.

Memorandum on Administration of Certain Appropriations Relating to Iraq

June 29, 2004

Memorandum for the Secretary of State, the Secretary of Defense, the Director of the Office of Management and Budget

Subject: Administration of Certain Appropriations Relating to Iraq

By the authority vested in me by the Constitution and the laws of the United States of America, including section 632 of the Foreign Assistance Act of 1961, as amended (22 U.S.C. 2392), I hereby direct as follows:

1. The unobligated balances as of the end of June 30, 2004, of the funds appropriated to the President under the heading, "Operating Expenses of the Coalition Provisional Authority," in the Emergency Supplemental Appropriations Act for Defense and for the Reconstruction of Iraq and Afghanistan, 2004 (Public Law 108–106) and any funds appropriated to the President under that heading in any Act enacted subsequent to Public Law 108–106 are transferred to the Secretary of State. Such amounts shall exclude those made available to the Inspector General of the Coalition Provisional Authority, and the amount reapportioned to "Operating Expenses of the Coalition Provisional Authority" on June 25, 2004. The Secretary of State shall ensure use of such funds in a manner consistent with Presidential guidance concerning United States Government operations in Iraq.

2. Effective at the end of June 30, 2004, this memorandum supersedes paragraph 1 of the Presidential Memorandum entitled, "Transfer of Funds Appropriated to the President under the heading Operating Expenses of the Coalition Provisional Authority, and Delegation of the Functions of the President under the heading Iraq Relief and Reconstruction Fund, in the Emergency Supplemental Appropriations Act for Defense and for the Reconstruction of Iraq and Afghanistan, 2004" (December 5, 2003).

The Secretary of State is authorized and directed to publish this memorandum in the *Federal Register*.

[Filed with the Office of the Federal Register, 9:21 a.m., July 1, 2004]

Note: This memorandum was released by the Office of the Press Secretary on June 30, and it was published in the *Federal Register* on July 2.

Proclamation 7800—To Modify Duty-Free Treatment Under the Generalized System of Preferences

June 30, 2004

By the President of the United States of America

A Proclamation

- 1. Pursuant to section 503(c)(1) of title V of the Trade Act of 1974, as amended (the "1974 Act") (19 U.S.C. 2463(c)(1)), the President may withdraw, suspend, or limit designation of specified articles provided for in the Harmonized Tariff Schedule of the United States (HTS) as eligible for preferential tariff treatment under the Generalized System of Preferences (GSP) when imported from designated beneficiary developing countries.
- 2. Pursuant to section 503(c)(2)(A) of the 1974 Act (19 U.S.C. 2463(c)(2)(A)), beneficiary developing countries, except those designated as least-developed beneficiary developing countries or beneficiary sub-Saharan African countries pursuant to section 503(c)(2)(D) of the 1974 Act (19 U.S.C. 2463(c)(2)(D)), are subject to competitive need limitations on the preferential treatment afforded under the GSP to eligible articles
- 3. Section 503(c)(2)(C) of the 1974 Act (19 U.S.C. 2463(c)(2)(C)) provides that a country that is no longer treated as a beneficiary developing country with respect to an eligible article may be redesignated as a beneficiary developing country with respect to such article if imports of such article from such country did not exceed the competitive need limitations in section 503(c)(2)(A) during the preceding calendar year.
- 4. Section 503(c)(2)(F) of the 1974 Act (19 U.S.C. 2463(c)(2)(F)) provides that the President may disregard the competitive need limitation provided in section 503(c)(2)(A)(i)(II) (19 U.S.C.

- 2463(c)(2)(A)(i)(II)) with respect to any eligible article from any beneficiary developing country if the aggregate appraised value of the imports of such article into the United States during the preceding calendar year does not exceed an amount set forth in section 503(c)(2)(F)(ii) (19 U.S.C. 2463(c)(2)(F)(ii)).
- 5. Pursuant to section 503(d) of the 1974 Act (19 U.S.C. 2463(d)), the President may waive the application of the competitive need limitations in section 503(c)(2)(A) with respect to any eligible article from any beneficiary developing country if certain conditions are met.
- 6. Pursuant to section 503(c)(1) of the 1974 Act, and having considered the factors set forth in sections 501 and 502(c) (19 U.S.C. 2461 and 2462(c)), I have determined that it is appropriate to withdraw the designation of certain articles as eligible articles under the GSP when imported from any beneficiary developing country. In order to do so for two of the articles, it is necessary to subdivide and amend the nomenclature of existing subheadings of the HTS.
- 7. Pursuant to section 503(c)(1) of the 1974 Act, and having considered the factors set forth in sections 501 and 502(c), I have determined to limit the application of duty-free treatment accorded to a certain article from a certain beneficiary developing country.
- 8. Pursuant to section 503(c)(1) and 503(c)(2)(A) of the 1974 Act, I have determined that certain beneficiary countries should no longer receive preferential tariff treatment under the GSP with respect to certain eligible articles that were imported in quantities exceeding the applicable competitive need limitation in 2003.
- 9. Pursuant to section 503(c)(2)(C) of the 1974 Act, I have determined that certain countries should be redesignated as beneficiary developing countries with respect to certain eligible articles that previously had been imported in quantities exceeding the competitive need limitations of section 503(c)(2)(A).
- 10. Pursuant to section 503(c)(2)(F) of the 1974 Act, I have determined that the competitive need limitation provided in section